

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 30th September, 2007

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	Note	2007 £m	2006 £m
Operating profit before share of results of joint ventures and associates – continuing	3	159.4	149.5
Operating profit – discontinued	25	0.8	–
Adjustments for:			
Share-based payments	4, 39	18.1	11.6
Depreciation	3, 19	59.0	70.6
Impairment of property, plant and equipment	3	6.0	–
Amortisation of intangible assets	3, 18	82.2	50.6
Impairment of goodwill and intangible assets	3, 17, 18	52.7	59.2
Operating cash flows before movements in working capital		378.2	341.5
Decrease/(increase) in inventories		5.9	(5.4)
Increase in trade and other receivables		(64.2)	(13.6)
Increase in trade and other payables		59.8	47.0
Decrease in provisions		3.4	1.9
Cash generated by operations		383.1	371.4
Taxation paid		(43.8)	(29.1)
Taxation received		–	8.5
Net cash from operating activities before payment into pension scheme		339.3	350.8
Payment into Group pension scheme following sale of Aberdeen Journals in 2006		(25.9)	–
Net cash inflow from operating activities		313.4	350.8
Investing activities			
Interest received		5.7	3.5
Dividends received from joint ventures and associates		6.6	7.0
Dividends received from available-for-sale investments		1.5	3.8
Purchase of property, plant and equipment		(72.2)	(117.5)
Purchase of available-for-sale investments	21	(0.6)	(21.6)
Proceeds on disposal of property, plant and equipment		5.3	19.1
Proceeds on disposal of investments		2.1	28.6
Purchase of subsidiaries	14	(312.3)	(293.4)
Internally generated intangible fixed assets	18	(14.0)	(10.5)
Treasury hedging activities		32.8	5.3
Investment in joint ventures and associates	20	(14.5)	(13.7)
Loans to joint ventures and associates repaid	20	5.0	–
Proceeds on disposal of subsidiaries	14	37.0	186.5
Proceeds on disposal of associates		1.1	–
Net cash used in investing activities		(316.5)	(202.9)
Financing activities			
Equity dividends paid	10	(52.6)	(48.6)
Dividends paid to minority interests	37	(8.9)	(7.7)
Issue of share capital	35	2.7	1.4
Issue of shares by Group companies to minority interests	37	0.5	2.2
Purchase of own shares	36	(32.8)	(31.0)
Settlement of subsidiary share option plan		(8.7)	(6.4)
Interest paid		(56.6)	(50.1)
Interest element of finance lease rental payments	8	–	(0.1)
Capital element of finance lease rental payments	13	–	(7.2)
Proceeds on issue of bond	13	197.8	–
Premium on repurchase of bonds	13	(2.6)	–
Bonds redeemed	13	(9.4)	–
Loan notes repaid	13	(2.8)	(2.1)
Repayment of other borrowings	13	(54.7)	(23.7)
Net cash used in financing activities		(28.1)	(173.3)
Net decrease in cash and cash equivalents	13	(31.2)	(25.4)
Cash and cash equivalents at beginning of year	13, 26	96.1	124.0
Exchange loss on cash and cash equivalents	13	(0.9)	(2.5)
Net cash and cash equivalents at end of year	13, 26	64.0	96.1